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安徽海螺水泥股份有限公司

Anhui Conch Cement Company Limited

(a joint stock limited company incorporated in the People's Republic of China)

(Stock code: 00914)

## 2019 FIRST QUARTERLY REPORT

In accordance with the applicable rules of the Shanghai Stock Exchange of the People's Republic of China (the "**PRC**"), the quarterly report (the "**Quarterly Report**") of Anhui Conch Cement Company Limited (the "**Company**") and its subsidiaries (together with the Company, the "**Group**") for the period between 1 January 2019 and 31 March 2019 (i.e. the first quarter of 2019) (the "**Reporting Period**") will be published in newspapers circulating in the PRC on 27 April 2019. The full text of the Quarterly Report is set out below pursuant to Rule 13.10(B) of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

### § 1 IMPORTANT NOTICE

- 1.1 The board of directors (the "**Board**"), the supervisory committee, the directors (the "**Directors**"), the supervisors and the senior management of the Company warrant that the information contained in this Quarterly Report, for which they jointly and severally accept responsibility, is truthful, accurate and complete, and does not contain any misrepresentation, misleading statements or material omission.
- 1.2 The financial report contained in this Quarterly Report has not been audited.
- 1.3 Mr Gao Dengbang, the Company's chairman, Mr Wu Bin, the officer-in-charge of the accounting functions of the Company, and Ms Liu Yan, the head of the accounting department of the Company, declare and warrant that the financial report contained in this Quarterly Report is true, accurate and complete.
- 1.4 In this Quarterly Report, unless stated otherwise, the currency unit is Renminbi ("**RMB**"), the lawful currency of the PRC. Unless stated otherwise, all financial information was prepared under the generally accepted accounting principles of the PRC.

## §2 BASIC INFORMATION OF THE COMPANY

### 2.1 Major financial information

Unit: RMB

	As at the end of the Reporting Period	As at the end of 2018	Changes as at the end of the Reporting Period compared with that as at the end of 2018 (%)
Total assets	152,329,040,947	149,547,352,039	1.86
Net assets attributable to equity shareholders of the Company	118,814,526,636	112,688,915,670	5.44
	From the beginning of 2019 to the end of the Reporting Period	From the beginning of 2018 to 31 March 2018	Changes as compared with that of the corresponding period of 2018 (%)
Net cash flow generated from operating activities	5,012,392,822	3,054,024,789	64.12
	From the beginning of 2019 to the end of the Reporting Period	From the beginning of 2018 to 31 March 2018	Changes as compared with that of the corresponding period of 2018 (%)
Revenue	30,500,532,480	18,766,521,999	62.53
Net profit attributable to equity shareholders of the Company	6,081,260,571	4,778,069,929	27.27
Net profit attributable to equity shareholders of the Company after extraordinary items	5,928,409,126	4,673,768,161	26.84
Weighted average return on net assets (%)	5.25	5.21	Increased by 0.04 percentage points
Basic earnings per share (RMB/share)	1.14756	0.90164	27.27
Diluted earnings per share (RMB/share)	1.14756	0.90164	27.27
Extraordinary Items	Amount for the Reporting Period	Explanation	
Gain/(Loss) from disposal of non-current assets	-6,355,114		
Government subsidy (excluding constant government subsidy closely associated with the enterprise's normal business, granted in fixed amount or quantity in accordance with the State's policy and based on certain standards) included in the current income statement	99,002,816		
Charges on share of funds received from non-financial enterprises included in the current income statement	3,186,000		

Gain/(Loss) on entrusted investment or asset management	106,910,060	
Gain/(Loss) on changes in the fair value of financial assets and financial liabilities held for trading and investment gain from disposal of financial assets and financial liabilities held for trading and available-for-sale financial assets, excluding effective hedging business associated with the Company's normal business	-7,497,863	
Gains or losses from external entrusted loans	419,400	
Income from entrusted operations	2,170,746	
Other non-operating income and expenses other than the abovementioned items	7,605,453	
Effect on minority interests (after tax)	-2,254,366	
Effect on income tax	-50,335,687	
<b>Total</b>	<b>152,851,445</b>	

2.2 Total number of shareholders of the Company (the “**Shareholders**”) and the shareholding of the top 10 Shareholders and the top 10 floating Shareholders respectively as at the end of the Reporting Period

Total number of Shareholders				82,474		
Shareholding of the top 10 Shareholders						
Name of Shareholder (Full name)	Number of shares held at the end of the Reporting Period	Percentage (%)	Number of shares subject to trading restrictions	Pledge or moratorium		Nature of Shareholders
				Share status	Number of shares	
Anhui Conch Holdings Co., Ltd.	1,928,870,014	36.40	0	Nil		State-owned legal person
HKSCC Nominees Limited	1,298,338,112	24.50	0	Unknown		Foreign legal person
Hong Kong Securities Clearing Company Limited	404,300,761	7.63	0	Unknown		Foreign legal person
China Securities Finance Corporation Limited	158,706,413	2.99	0	Unknown		State-owned legal person
Anhui Conch Venture Investment Co., Ltd.	127,302,104	2.40	0	Unknown		Domestic non-state-owned legal person
Central Huijin Asset Management Ltd.	70,249,600	1.33	0	Unknown		State-owned legal person
Bank Negara Malaysia	28,702,500	0.54	0	Unknown		Others
China Life Insurance Company Limited. - Dividend - Personal Dividend - 005L-FH002 Shanghai	25,591,301	0.48	0	Unknown		Others
FIL Investment Management (Hong Kong) Limited – Customer Funds	22,830,336	0.43	0	Unknown		Others

The National Social Security Fund 106 Composition	18,934,548	0.36	0	Unknown		Others
	Total number of shares not subject to trading restrictions	Class and number of shares				
		Class		Number		
Anhui Conch Holdings Co., Ltd.	1,928,870,014	RMB-denominated ordinary shares		1,928,870,014		
HKSCC Nominees Limited	1,298,338,112	Overseas listed foreign shares		1,298,338,112		
Hong Kong Securities Clearing Company Limited	404,300,761	RMB-denominated ordinary shares		404,300,761		
China Securities Finance Corporation Limited	158,706,413	RMB-denominated ordinary shares		158,706,413		
Anhui Conch Venture Investment Co., Ltd.	127,302,104	RMB-denominated ordinary shares		127,302,104		
Central Huijin Asset Management Ltd.	70,249,600	RMB-denominated ordinary shares		70,249,600		
Bank Negara Malaysia	28,702,500	RMB-denominated ordinary shares		28,702,500		
China Life Insurance Company Limited. - Dividend - Personal Dividend - 005L-FH002 Shanghai	25,591,301	RMB-denominated ordinary shares		25,591,301		
FIL Investment Management (Hong Kong) Limited – Customer Funds	22,830,336	RMB-denominated ordinary shares		22,830,336		
The National Social Security Fund 106 Composition	18,934,548	RMB-denominated ordinary shares		18,934,548		
Connected relationship or acting in concert relationship among the abovementioned Shareholders	As far as the Board is aware, there was no connected relationship or acting in concert relationship among the abovementioned Shareholders.					
Shareholders of preference shares with restored voting rights and the number of shares held	Not Applicable					

### §3 MAJOR EVENTS

#### 3.1 Significant changes in major items of the accounting statements and financial indicators of the Company and reasons for such changes

1. As at the end of the Reporting Period, the closing balance of the Group's interest receivable increased by 104.23% from that at the beginning of the year, mainly because the time deposit products held by the Group such as structured deposits were yet to be matured.
2. As at the end of the Reporting Period, the closing balance of the Group's assets held-for-sale decreased by 84.34% from that at the beginning of the year, mainly due to the disposal of some non-current assets held-for-sale during the Reporting Period.
3. As at the end of the Reporting Period, the closing balance of wages payables of the Group decreased by 81.12% from that at the beginning of the year, mainly due to the payment of the year-end bonus accrued for the previous year during the Reporting Period.
4. As at the end of the Reporting Period, the closing balance of tax payables of the Group decreased by 33.60% from that at the beginning of the year, mainly due to the increase in payment of tax during the Reporting Period.
5. As at the end of the Reporting Period, the closing balance of the Group's interest payable

increased by 98.41% from that at the beginning of the year, mainly because the payment of the accrued interest on corporate bonds was not yet due during the Reporting Period.

6. As at the end of the Reporting Period, the closing balance of the Group's long-term borrowings increased by 41.85% from that at the beginning of the year, mainly due to the increase in borrowings of some of the Group's subsidiaries during the Reporting Period.

7. During the Reporting Period, the Group's operating income and operation costs increased by 62.53% and 91.35% from that of the corresponding period last year respectively, mainly due to the period-on-period increase in the sales volume of the Group's products, revenue from trading business and costs.

8. During the Reporting Period, the Group's administrative expenses increased by 33.20% from that of the corresponding period last year, mainly due to the period-on-period increase in employee wages of the Group.

9. During the Reporting Period, the Group's financial expenses decreased by 552.50% from that of the corresponding period last year, mainly due to the period-on-period increase in interest income from the Group's deposits.

10. During the Reporting Period, the Group's investment income increased by 216.69% from that of the corresponding period last year, mainly due to the period-on-period increase in investment income from associates and joint ventures recognized by the Group by equity method as well as investment income from wealth management products.

11. During the Reporting Period, the Group's gains from changes in fair value decreased by 197.77% from that of the same period last year, mainly due to the change in fair value of the financial products held by the Group during the Reporting Period.

12. During the Reporting Period, the Group's non-operating expenses increased by 63.87% from that of the corresponding period last year, mainly due to the period-on-period increase of the Group's disposal of scrapped fixed assets.

13. During the Reporting Period, the Group's net cash flow from operating activities increased by 64.12% from that of the same period last year, mainly due to the period-on-period increase in products' selling prices and operating income.

14. During the Reporting Period, the Group's net cash inflow from investing activities increased by 180.94% from that of the same period last year, mainly because the recovery of matured time deposits with maturities of over 3 months and wealth management products held by the Group.

15. During the Reporting Period, the Group's net cash inflow from financing activities increased by RMB1,642 million from that of the same period last year, mainly due to the period-on-period increase in the Group's bank borrowings during the Reporting Period.

### 3.2 Progress of significant events and analysis of their effects and solutions

☐Applicable      ☒Not applicable

3.3 Failure to fulfil undertakings within a specified period during the Reporting Period

☐Applicable      ✓Not applicable

3.4 Warning of and explanation for the accumulated net profit from the beginning of the year to the end of the next reporting period forecast to be a probable loss or to have significant changes from that of the corresponding period of the previous year

☐Applicable      ✓Not applicable

## § 4 Appendix

### 4.1 Financial Statements

## Consolidated Balance Sheet

31 March 2019

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	31 March 2019	31 December 2018 (Audited)
<b>Current Assets:</b>		
Monetary capital	41,005,005,934	37,619,107,062
Balance with clearing companies		
Placements with other financial institutions		
Held-for-trading financial assets	17,642,331	25,140,194
Financial assets at fair value through profit/(losses)		
Derivative financial assets		
Bills receivable and accounts receivable	12,950,485,007	14,366,874,972
Including: Bills receivable	11,779,474,327	13,134,237,037
Accounts receivable	1,171,010,680	1,232,637,935
Prepayments	1,826,159,362	2,108,931,491
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance contract		
Other receivables	11,989,808,856	11,427,975,928
Including: Interests receivable	600,463,490	294,016,648
Dividend receivable		
Purchases of resold financial assets		
Inventories	6,496,927,633	6,022,717,523
Contract assets		
Held-for-sale assets	9,810,993	62,640,063
Non-current assets due within one year		
Other current assets	346,424,973	419,572,589
Total current assets	74,642,265,089	72,052,959,822
<b>Non-current assets:</b>		
Loans and advances granted		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables		
Long-term equity investment	3,285,627,458	3,181,990,116
Other equity instrument investment	327,345,914	258,679,568
Other non-current financial assets		
Investment properties	64,548,424	64,949,854
Fixed assets	59,671,138,108	60,320,463,517
Construction in progress	3,790,634,287	3,458,400,315
Biological assets for production		
Oil and gas assets		
Right-of-use assets	55,735,207	
Intangible assets	8,609,018,315	8,371,835,258
Development expenses		
Goodwill	514,398,098	514,398,098
Long-term deferred expenditures		
Deferred income tax assets	952,172,618	953,856,240
Other non-current assets	416,157,429	369,819,251
Total non-current assets	77,686,775,858	77,494,392,217

Total assets	152,329,040,947	149,547,352,039
<b>Current liabilities:</b>		
Short-term borrowings	1,715,946,218	1,376,933,268
Borrowings from central bank		
Capital borrowed		
Held-for-trading financial liabilities		
Financial liabilities at fair value through profit/(losses)		
Derivative financial liabilities		
Bills payable and accounts payable	6,234,839,706	6,395,728,639
Receipts in advance		
Funds from disposal of repurchased financial assets		
Deposit received and inter-bank deposit		
Customer deposit for trading in securities		
Customer deposits for securities underwriting		
Wages payable	235,240,020	1,246,100,404
Tax payable	4,812,261,547	7,247,657,201
Other payables	3,380,104,658	3,821,201,414
Including: Interests payable	88,609,317	44,660,322
Dividend payable		
Handling charges and commissions payable		
Reinsurance account payable		
Contract liabilities	3,113,844,579	3,313,102,709
Held-for-sale liabilities		
Non-current liabilities due within one year	2,044,678,946	2,751,237,021
Other current liabilities		
Total current liabilities	21,536,915,674	26,151,960,656
<b>Non-current liabilities:</b>		
Deposits for insurance contract		
Long-term borrowings	3,697,509,750	2,606,582,305
Bonds payable	3,498,825,460	3,498,750,180
Including: Preference shares		
Perpetual bonds		
Lease liability	56,072,639	
Long-term payables		
Accrued liabilities		
Deferred income	407,081,736	405,888,810
Deferred income tax liabilities	480,594,563	466,296,761
Other non-current liabilities		
Total non-current liabilities	8,140,084,148	6,977,518,056
Total liabilities	29,676,999,822	33,129,478,712
<b>Owners' equity (or shareholders' equity):</b>		
Paid in capital (or share capital)	5,299,302,579	5,299,302,579
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	10,584,747,968	10,584,747,968
Less: Treasury shares		
Other comprehensive income	154,600,085	110,249,690
Surplus reserve	2,649,651,290	2,649,651,290
General risk provisions		
Undistributed profits	100,126,224,714	94,044,964,143
Total equity attributable to shareholders of the Company	118,814,526,636	112,688,915,670
Minority interests	3,837,514,489	3,728,957,657
Total owners' (or shareholders') equity	122,652,041,125	116,417,873,327



Total liabilities and owners' (or shareholders') equity	152,329,040,947	149,547,352,039
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Officer-in-charge of the enterprise: Gao Dengbang

Officer-in-charge of the accounting functions: Wu Bin

Head of the accounting department: Liu Yan

## Balance Sheet of the Company

31 March 2019

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	31 March 2019	31 December 2018 (Audited)
<b>Current Assets:</b>		
Monetary capital	35,237,945,805	33,328,259,360
Held-for-trading financial assets		
Financial assets at fair value through profit/(losses)		
Derivative financial assets		
Bills receivable and accounts receivables	255,310,002	294,888,405
Including: Bills receivable	175,769,383	235,308,404
Accounts receivable	79,540,619	59,580,001
Prepayments	155,921,532	116,464,797
Other receivables	35,963,260,180	33,830,400,699
Including: Interests receivable	770,455,434	308,900,510
Dividends receivable		
Inventories	244,222,205	211,664,207
Contract assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	2,147,268	633,186
Total current assets	71,858,806,992	67,782,310,654
<b>Non-current assets:</b>		
Debt investments		
Available-for-sale financial assets		
Other debt investments		
Held-to-maturity investments		
Long-term receivables	5,246,771,050	5,118,293,360
Long-term equity investment	42,421,219,612	42,245,139,662
Other equity instruments investment	327,345,914	258,679,568
Other non-current financial assets		
Investment properties	20,919,734	21,024,878
Fixed assets	980,970,202	999,701,731
Construction in progress	180,557,186	167,131,611
Biological assets for production		
Oil and gas assets		
Right-of-use assets		
Intangible assets	382,302,450	229,959,892
Development expenses		
Goodwill		
Long-term deferred expenditures		
Deferred income tax assets		
Other non-current assets		
Total non-current assets	49,560,086,148	49,039,930,702
Total assets	121,418,893,140	116,822,241,356
<b>Current liabilities:</b>		

Short-term borrowings		
Held-for-trading financial liabilities		
Financial liabilities at fair value through profit/(losses)		
Derivative financial liabilities		
Bills payable and accounts payable	122,659,946	139,577,891
Receipts in advance		
Contract liabilities	52,558,763	37,760,324
Wages payable	25,816,912	126,540,990
Tax payable	285,888,226	324,906,061
Other payables	9,692,174,499	9,874,754,195
Including: Interests payable	71,223,816	26,607,128
Dividends payable		
Held-for-sale liabilities		
Non-current liabilities due within one year		97,500,000
Other current liabilities		
Total current liabilities	10,179,098,346	10,601,039,461
<b>Non-current liabilities:</b>		
Long-term borrowings	100,000,000	
Bonds payable	3,498,825,460	3,498,750,180
Including: Preference shares		
Perpetual bonds		
Lease liability		
Long-term payables		
Accrued liabilities		
Deferred income	6,273,511	6,400,272
Deferred income tax liabilities	76,701,384	59,534,798
Other non-current liabilities		
Total non-current liabilities	3,681,800,355	3,564,685,250
Total liabilities	13,860,898,701	14,165,724,711
<b>Owners' equity (or shareholders' equity)</b>		
Paid in capital (or share capital)	5,299,302,579	5,299,302,579
Other equity instruments		
Including: Preference shares		
Perpetual bonds		
Capital reserve	16,803,659,305	16,803,659,305
Less: Treasury shares		
Other comprehensive income	219,030,201	167,530,441
Surplus reserve	2,649,651,290	2,649,651,290
Undistributed profits	82,586,351,064	77,736,373,030
Total owners' (or shareholders') equity	107,557,994,439	102,656,516,645
Total liabilities and owners' (or shareholders') equity	121,418,893,140	116,822,241,356

Officer-in-charge of the enterprise: Gao Dengbang

Officer-in-charge of the accounting functions: Wu Bin

Head of the accounting department: Liu Yan

# Consolidated Income Statement

January - March 2019

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	The first quarter of 2019	The first quarter of 2018
I. Total operating income	30,500,532,480	18,766,521,999
Including: Operating income	30,500,532,480	18,766,521,999
Interest income		
Premium received		
Handling fee and commission income		
II. Total operation costs	23,047,194,505	12,887,112,766
Including: Operation cost	21,096,640,357	11,024,891,643
Interest expenses		
Handling fee and commission expenses		
Payment on surrenders		
Net compensation expenses		
Net provision drawn for insurance contract		
Policy dividend expenses		
Reinsurance expenses		
Taxes and surcharges	314,671,182	311,203,737
Selling expenses	893,204,798	728,080,936
Administrative expenses	993,821,377	746,109,300
R&D expenses	15,623,484	17,872,944
Financial expenses	-266,766,693	58,954,206
Including: Interests expenses	116,187,966	133,896,024
Interests income	-371,732,986	-232,942,823
Losses on assets impairment		
Losses on credit impairment		
Add: Other gains	210,396,489	219,267,684
Income from investment (“-” refers to loss)	270,280,384	85,346,270
Including: Investment income from associates and joint venture companies	163,370,324	76,011,914
Exchange gains (“-” refers to loss)		
Net open hedge income (“-” refers to loss)		
Gains from changes in fair value (“-” refers to loss)	-7,497,863	7,668,618
Gains on disposal of assets (“-” refers to loss)	3,890,890	
III. Operating profits (“-” refers to loss)	7,930,407,875	6,191,691,805
Add: Non-operating profits	110,489,622	128,983,292
Less: Non-operating expenses	14,226,548	8,681,540
IV. Total profits (“-” refers to loss)	8,026,670,949	6,311,993,557
Less: Income tax expenses	1,822,797,567	1,409,910,290
V. Net profits (“-” refers to loss)	6,203,873,382	4,902,083,267
(I) Classified according to the continuity of the business		
1. Net profits of continuing operations (“-” refers to loss)	6,203,873,382	4,902,083,267
2. Net profits of discontinued operations (“-” refers to loss)		
(II) Classified according to the equity holdings		
1. Net profits attributable to owners of the Company (“-” refers to loss)	6,081,260,571	4,778,069,929
2. Net profits attributable to minority interests (“-” refers to loss)	122,612,811	124,013,338

VI. Net amount of other comprehensive income after tax	41,915,179	-78,850,510
Net amount of other comprehensive income after tax attributable to owners of the parent company	44,350,395	-73,882,429
(I) Other comprehensive income not to be reclassified into profit or loss subsequently	51,499,760	-45,232,593
1. Changes of net liabilities or net assets arising from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investees which cannot be reclassified into profit or loss under equity method		
3. Changes in fair value of other equity instruments	51,499,760	-45,232,593
4. Changes in the fair value of the company's own credit risk		
(II) Other comprehensive income to be reclassified into profit or loss subsequently	-7,149,365	-28,649,836
1. Share of other comprehensive income of the investees which can be reclassified into profit or loss under equity method subsequently		
2. Profit or loss from the change of fair value of other debt investments		
3. Profit or loss from the change of fair value of available-for-sale financial assets		
4. The amount of financial assets reclassified into other comprehensive income		
5. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets		
6. Provision for credit impairment of other debt investments		
7. Cash flows hedges reserve (Effective portion of profit or loss from cash flows hedges)		
8. Exchange differences from translation of financial statements	-7,149,365	-28,649,836
9. Other		
Net amount of other comprehensive income after tax attributable to minority shareholders	-2,435,216	-4,968,081
VII. Total comprehensive income	6,245,788,561	4,823,232,757
Total comprehensive income attributable to owners of the Company	6,125,610,966	4,704,187,500
Total comprehensive income attributable to minority shareholders	120,177,595	119,045,257
VIII. Earnings per share:		
(1) Basic earnings per share (RMB/Share)	1.15	0.90
(2) Diluted earnings per share (RMB/Share)	1.15	0.90

The net profit of the acquiree before the acquisition is RMB0 under the business combination under common control during the Reporting Period. The net profit of the acquiree for the previous period is RMB0.

Officer-in-charge of the enterprise: Gao Dengbang  
Officer-in-charge of the accounting functions: Wu Bin  
Head of the accounting department: Liu Yan

# Income Statement of the Company

January - March 2019

Prepared by: Anhui Conch Cement Company Limited      Unit: RMB      Type of audit: Unaudited

Item	The first quarter of 2019	The first quarter of 2018
I. Operating income	590,978,649	540,423,853
Less: Operating cost	315,533,476	300,628,772
Taxes and surcharges	7,475,031	13,850,801
Selling expenses	20,611,674	19,463,761
Administrative expenses	72,959,981	53,555,748
R&D expenses	2,672,885	3,341,557
Financial expenses	-497,276,733	-157,427,167
Including: Interests expenses	45,769,327	78,665,602
Interests income	-560,499,792	-281,959,343
Losses on assets impairment		
Losses on credit impairment		
Add: Other gains		
Income from investment (“-” refers to loss)	4,370,985,971	8,500,012,077
Including: Investment income from associates and joint venture companies	111,424,211	25,156,176
Net open hedge income (“-” refers to loss)		
Gains from changes in fair value (“-” refers to loss)		
Gains on disposal of assets (“-” refers to loss)		
II. Operating profits (“-” refers to loss)	5,039,988,306	8,807,022,458
Add: Non-operating profits	6,062,611	48,617,603
Less: Non-operating expenses	833,850	3,600,540
III. Total profits (“-” refers to total loss)	5,045,217,067	8,852,039,521
Less: Income tax expense	195,239,033	97,583,628
IV. Net profits (“-” refers to net loss)	4,849,978,034	8,754,455,893
1. Net profits of continuing operations (“-” refers to loss)	4,849,978,034	8,754,455,893
2. Net profits of discontinued operations (“-” refers to loss)		
V. Net amount of other comprehensive income after tax	51,499,760	-45,232,593
(I) Other comprehensive income not to be reclassified into profit or loss subsequently	51,499,760	-45,232,593
1. Changes of net liabilities or net assets from the re-measurement of defined benefit plans		
2. Share of other comprehensive income of the investees which cannot be reclassified into profit or loss under equity method		
3. Changes in fair value of other equity instruments	51,499,760	-45,232,593
4. Changes in the fair value of the company's own credit risk		

(II) Other comprehensive income to be reclassified into profit or loss subsequently		
1. Share of other comprehensive income of the investees company which can be reclassified into profit or loss under equity method subsequently		
2. Profit or loss from the change of fair value of other debt investments		
3. Profit or loss from the change of fair value of available-for-sale financial assets		
4. The amount of financial assets reclassified into other comprehensive income		
5. Profit or loss from held-to-maturity investment reclassified as available-for-sale financial assets		
6. Provision for credit impairment of other debt investments		
7. Cash flows hedges reserve (Effective portion of profit or loss from cash flows hedges)		
8. Exchange differences from translation of financial statements		
9. Other		
VI. Total comprehensive income	4,901,477,794	8,709,223,300
VII. Earnings per share:		
(1) Basic earnings per share (RMB/Share)		
(2) Diluted earnings per share (RMB/Share)		

Officer-in-charge of the enterprise: Gao Dengbang

Officer-in-charge of the accounting functions: Wu Bin

Head of the accounting department: Liu Yan

## Consolidated Cash Flow Statement

January – March 2019

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	The first quarter of 2019	The first quarter of 2018
<b>I. Cash flow from operating activities:</b>		
Cash received from selling goods and providing services	39,745,656,871	23,959,544,885
Net increase in customer bank deposits and due to banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from original insurance contract premiums		
Net cash received from reinsurance business		
Net increase in policy holder deposits and investments funds		
Cash received from interest, fees and commissions		
Net increase in capital borrowed		
Net increase in income from repurchase business		

Net cash received from trading securities		
Refunds of taxes received	210,396,489	241,564,709
Cash received relating to other operating activities	165,346,046	237,846,225
Sub-total of cash inflow from operating activities	40,121,399,406	24,438,955,819
Cash paid for purchasing goods and receiving services	26,228,644,559	14,699,298,864
Net increase in customer loans and advances to customers		
Net increase in deposit in central bank and due to banks and other financial institutions		
Cash paid for original insurance contract claimed		
Net increase in financial assets held for trading purposes		
Net increase in placements with other financial institutions		
Cash paid for interest, fees and commissions		
Cash paid for policy holder dividend		
Cash paid to and for employees	2,382,250,604	1,859,616,615
Cash paid for taxes and surcharges	6,349,790,347	4,293,233,554
Cash paid relating to other operating activities	148,321,074	532,781,997
Sub-total of cash outflow from operating activities	35,109,006,584	21,384,931,030
Net cash flow from operating activities	5,012,392,822	3,054,024,789
<b>II. Cash flow from investing activities:</b>		
Cash received from disposal of investments	16,000,000,000	6,000,000,000
Cash received from returns on investments	122,644,662	43,857,535
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	82,467,801	1,735,089
Net cash received from disposal of subsidiaries and other operating business units		
Cash received relating to other investing activities	65,286,144	171,259,685
Sub-total of cash inflow from investing activities	16,270,398,607	6,216,852,309
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	1,991,364,487	874,965,453
Cash paid for investment	9,000,000,000	3,500,000,000
Net increase in pledge loans		
Net cash received from subsidiaries and other operating business units	24,400,931	
Cash paid relating to other investing activities	80,000,000	
Sub-total of cash outflow investing activities	11,095,765,418	4,374,965,453
Net cash flow from investing activities	5,174,633,189	1,841,886,856
<b>III. Cash flow generated from financing activities:</b>		
Cash received from investment	29,977,450	142,563,283
Including: Cash received by subsidiaries from the investment of minority shareholders	29,977,450	142,563,283
Cash received from borrowings	1,486,221,011	75,574,469
Cash received from issuing bonds		
Cash received related to other financing activities		
Sub-total of cash inflow from financing activities	1,516,198,461	218,137,752
Cash paid for repaying debts	720,500,000	808,661,874
Cash paid for distributing dividends and profits and interest repayment	74,031,738	329,972,377
Including: Dividends and profits paid by subsidiaries to minority shareholders		
Cash paid related to other financing activities	12,730	333,154
Sub-total of cash outflow from financing activities	794,544,468	1,138,967,405
Net cash flow generated from financing activities	721,653,993	-920,829,653

<b>IV. Effect of foreign exchange rate changes to cash and cash equivalents</b>	-4,141,257	-27,231,627
<b>V. Net increase in cash and cash equivalents</b>	10,904,538,747	3,947,850,365
Add: Balance of cash and cash equivalents at beginning of period	9,857,671,783	10,428,931,906
<b>VI. Balance of cash and cash equivalents at end of period</b>	20,762,210,530	14,376,782,271

Officer-in-charge of the enterprise: Gao Dengbang

Officer-in-charge of the accounting functions: Wu Bin

Head of the accounting department: Liu Yan

## Cash Flow Statement of the Company

January – March 2019

Prepared by: Anhui Conch Cement Company Limited

Unit: RMB

Type of audit: Unaudited

Item	The first quarter of 2019	The first quarter of 2018
<b>I. Cash flow from operating activities:</b>		
Cash received from selling goods and providing services	731,936,471	641,350,120
Refunds of taxes received		23,278,115
Cash received relating to other operating activities	98,135,853	48,428,148
Sub-total of cash inflow from operating activities	830,072,324	713,056,383
Cash paid for purchasing goods and receiving services	417,262,053	416,629,516
Cash paid to and for employees	146,706,228	130,348,771
Cash paid for taxes and surcharges	204,028,475	428,706,844
Cash paid relating to other operating activities	1,617,531,690	4,590,888,099
Sub-total of cash outflow from operating activities	2,385,528,446	5,566,573,230
Net cash outflow from operating activities	-1,555,456,122	-4,853,516,847
<b>II. Cash flow from investing activities:</b>		
Cash received from disposal of investments	16,000,000,000	6,000,000,000
Cash received from returns on investments	4,275,296,363	5,703,135,583
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	51,299,106	
Net cash received from disposal of subsidiaries and other operating business units		
Cash received relating to other investing activities	450,390,805	210,479,171
Sub-total of cash inflow from investing activities	20,776,986,274	11,913,614,754
Cash paid for acquisition and construction of fixed assets, intangible assets and other long-term assets	180,750,433	6,562,489
Cash paid for investment	9,000,000,000	3,500,000,000
Net cash paid for acquisition of subsidiaries and other operating business units	115,954,845	209,020,100
Cash paid relating to other investing activities	516,186,699	582,618,289
Sub-total of cash outflow from investing activities	9,812,891,977	4,298,200,878
Net cash flow from investing activities	10,964,094,297	7,615,413,876
<b>III. Cash flow generated from financing activities:</b>		
Cash received from investment		
Cash received from borrowings	100,000,000	
Cash received related to other financing activities		
Subtotal of cash inflow from financing activities	100,000,000	
Cash paid for repaying debts	97,500,000	500,000
Cash paid for distributing dividends and profits and interest repayment	1,077,359	1,052,777
Cash paid related to other financing activities		



Sub-total of cash outflow from financing activities	98,577,359	1,552,777
Net cash flow generated from financing activities	1,422,641	-1,552,777
<b>IV. Effect of foreign exchange rate changes to cash and cash equivalents</b>	-374,371	-13,381,711
<b>V. Net increase in cash and cash equivalents</b>	9,409,686,445	2,746,962,541
Add: Balance of cash and cash equivalents at the beginning of period	5,828,259,360	7,527,298,040
<b>VI. Balance of cash and cash equivalents at the end of period</b>	15,237,945,805	10,274,260,581

Officer-in-charge of the enterprise: Gao Dengbang  
Officer-in-charge of the accounting functions: Wu Bin  
Head of the accounting department: Liu Yan

4.2 First implementation of the new financial instrument guidelines, new income standards, new lease standards, adjustments to the first implementation of the relevant financial statements at the beginning of the year

✓Applicable      ☐Not applicable

## Consolidated Balance Sheet

Unit: Yuan    Currency: RMB

Item	31 December 2018 (Audited)	1 January 2019	Adjustment
<b>Current Assets:</b>			
Monetary capital	37,619,107,062	37,619,107,062	
Balance with clearing companies			
Placements with other financial institutions			
Held-for-trading financial assets	25,140,194	25,140,194	
Financial assets at fair value through profit/(losses)			
Derivative financial assets			
Bills receivable and Accounts receivable	14,366,874,972	14,366,874,972	
Including: Bills receivable	13,134,237,037	13,134,237,037	
Accounts receivable	1,232,637,935	1,232,637,935	
Prepayments	2,108,931,491	2,108,931,491	
Premiums receivable			
Reinsurance accounts receivable			
Deposits receivable from reinsurance contract			
Other receivables	11,427,975,928	11,427,975,928	
Including: Interests receivable	294,016,648	294,016,648	
Dividend receivable			
Purchases of resold financial assets			
Inventories	6,022,717,523	6,022,717,523	
Contract assets			
Held-for-sale assets	62,640,063	62,640,063	

Non-current assets due within one year			
Other current assets	419,572,589	419,572,589	
Total current assets	72,052,959,822	72,052,959,822	
<b>Non-current assets:</b>			
Loans and advances granted			
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables			
Long-term equity investment	3,181,990,116	3,181,990,116	
Other equity instrument investment	258,679,568	258,679,568	
Other non-current financial assets			
Investment properties	64,949,854	64,949,854	
Fixed assets	60,320,463,517	60,320,463,517	
Construction in progress	3,458,400,315	3,458,400,315	
Biological assets for production			
Oil and gas assets			
Right-of-use assets		60,630,185	60,630,185
Intangible assets	8,371,835,258	8,371,835,258	
Development expenses			
Goodwill	514,398,098	514,398,098	
Long-term deferred expenditures			
Deferred income tax assets	953,856,240	953,856,240	
Other non-current assets	369,819,251	369,819,251	
Total non-current assets	77,494,392,217	77,555,022,402	60,630,185
Total assets	149,547,352,039	149,607,982,224	60,630,185
<b>Current liabilities:</b>			
Short-term borrowings	1,376,933,268	1,376,933,268	
Borrowings from central bank			
Capital borrowed			
Held-for-trading financial liabilities			
Financial liabilities at fair value through profit/(losses)			
Derivative financial liabilities			
Bills payable and accounts payable	6,395,728,639	6,395,728,639	
Receipts in advance			
Funds from disposal of repurchased financial assets			
Deposit received and inter-bank deposit			
Customer deposit for trading in securities			
Customer deposits for securities underwriting			
Wages payable	1,246,100,404	1,246,100,404	
Tax payable	7,247,657,201	7,247,657,201	

Other payables	3,821,201,414	3,821,201,414	
Including: Interests payable	44,660,322	44,660,322	
Dividend payable			
Handling charges and commissions payable			
Reinsurance account payable			
Contract liabilities	3,313,102,709	3,313,102,709	
Held-for-sale liabilities			
Non-current liabilities due within one year	2,751,237,021	2,751,237,021	
Other current liabilities			
Total current liabilities	26,151,960,656	26,151,960,656	
<b>Non-current liabilities:</b>			
Deposits for insurance contract			
Long-term borrowings	2,606,582,305	2,606,582,305	
Bonds payable	3,498,750,180	3,498,750,180	
Including: Preference shares			
Perpetual bonds			
Lease liability		60,630,185	60,630,185
Long-term payables			
Accrued liabilities			
Deferred income	405,888,810	405,888,810	
Deferred income tax liabilities	466,296,761	466,296,761	
Other non-current liabilities			
Total non-current liabilities	6,977,518,056	7,038,148,241	60,630,185
Total liabilities	33,129,478,712	33,190,108,897	60,630,185
<b>Owners' equity (or shareholders' equity)</b>			
Paid in capital (or share capital)	5,299,302,579	5,299,302,579	
Other equity instruments			
Including: Preference shares			
Perpetual bonds			
Capital reserve	10,584,747,968	10,584,747,968	
Less: Treasury shares			
Other comprehensive income	110,249,690	110,249,690	
Surplus reserve	2,649,651,290	2,649,651,290	
General risk provisions			
Undistributed profits	94,044,964,143	94,044,964,143	
Total equity attributable to shareholders of the Company	112,688,915,670	112,688,915,670	
Minority interests	3,728,957,657	3,728,957,657	
Total owners' (or shareholders') equity	116,417,873,327	116,417,873,327	
Total liabilities and owners' (or shareholders') equity	149,547,352,039	149,607,982,224	60,630,185

Description of the adjustment of each item:

✓ Applicable      ☐ Not applicable

According to “Notice of the Revision of Accounting Standards for Business Enterprises No. 21 – Leases” (Caikuai [2018] No. 35) issued by the Ministry of Finance, the Group has complied with the converging requirement of the newly revised leases standard, basing upon the cumulative effect of the first implementation date, adjusted the amount of the related items in the financial statements at the beginning of 2019, and did not adjust the information of comparative periods. On 1 January 2019, the Group recognized the right-of-use assets of RMB 60,630,185 and the lease liability of RMB 60,630,185.

## Balance Sheet of the Company

Unit: Yuan    Currency: RMB

Item	31 December 2018 (Audited)	1 January 2019	Adjustment
<b>Current Assets:</b>			
Monetary capital	33,328,259,360	33,328,259,360	
Held-for-trading financial assets			
Financial assets at fair value through profit/(losses)			
Derivative financial assets			
Bills receivable and accounts receivables	294,888,405	294,888,405	
Including: Bills receivable	235,308,404	235,308,404	
Accounts receivable	59,580,001	59,580,001	
Prepayments	116,464,797	116,464,797	
Other receivables	33,830,400,699	33,830,400,699	
Including: Interests receivable	308,900,510	308,900,510	
Dividends receivable			
Inventories	211,664,207	211,664,207	
Contract liabilities			
Held-for-sale assets			
Non-current assets due within one year			
Other current assets	633,186	633,186	
Total current assets	67,782,310,654	67,782,310,654	
<b>Non-current assets:</b>			
Debt investments			
Available-for-sale financial assets			
Other debt investments			
Held-to-maturity investments			
Long-term receivables	5,118,293,360	5,118,293,360	
Long-term equity investment	42,245,139,662	42,245,139,662	
Other equity instruments investment	258,679,568	258,679,568	
Other non-current financial assets			
Investment properties	21,024,878	21,024,878	
Fixed assets	999,701,731	999,701,731	
Construction in progress	167,131,611	167,131,611	

Biological assets for production			
Oil and gas assets			
Right-of-use assets			
Intangible assets	229,959,892	229,959,892	
Development expenses			
Goodwill			
Long-term deferred expenditures			
Deferred income tax assets			
Other non-current assets			
Total non-current assets	49,039,930,702	49,039,930,702	
Total assets	116,822,241,356	116,822,241,356	
<b>Current liabilities:</b>			
Short-term borrowings			
Held-for-trading financial liabilities			
Financial liabilities at fair value through profit/(losses)			
Derivative financial liabilities			
Bills payable and accounts payable	139,577,891	139,577,891	
Receipts in advance			
Contract liabilities	37,760,324	37,760,324	
Wages payable	126,540,990	126,540,990	
Tax payable	324,906,061	324,906,061	
Other payables	9,874,754,195	9,874,754,195	
Including: Interests payable	26,607,128	26,607,128	
Dividends payable			
Liabilities classified as held-for-sale			
Non-current liabilities due within one year	97,500,000	97,500,000	
Other current liabilities			
Total current liabilities	10,601,039,461	10,601,039,461	
<b>Non-current liabilities:</b>			
Long-term borrowings			
Bonds payable	3,498,750,180	3,498,750,180	
Including: Preference shares			
Perpetual bonds			
Lease liability			
Long-term payables			
Accrued liabilities			
Deferred income	6,400,272	6,400,272	
Deferred income tax liabilities	59,534,798	59,534,798	
Other non-current liabilities			
Total non-current liabilities	3,564,685,250	3,564,685,250	
Total liabilities	14,165,724,711	14,165,724,711	
<b>Owners' equity (or shareholders' equity)</b>			
Paid in capital (or share capital)	5,299,302,579	5,299,302,579	

Other equity instruments			
Including: Preference shares			
Perpetual bonds			
Capital reserve	16,803,659,305	16,803,659,305	
Less: Treasury shares			
Other comprehensive income	167,530,441	167,530,441	
Surplus reserve	2,649,651,290	2,649,651,290	
Undistributed profits	77,736,373,030	77,736,373,030	
Total owners' (or shareholders') equity	102,656,516,645	102,656,516,645	
Total liabilities and owners' (or shareholders') equity	116,822,241,356	116,822,241,356	

Description of the adjustment of each item:

✓Applicable ☐Not applicable

According to “Notice of the Revision of Accounting Standards for Business Enterprises No. 21 – Leases” (Caikuai [2018] No. 35) issued by the Ministry of Finance, the Group has complied with the converging requirement of the newly revised leases standard, basing upon the cumulative effect of the first implementation date, adjusted the amount of the related items in the financial statements at the beginning of 2019, and did not adjust the information of comparative periods. On 1 January 2019, the amount of right-of-use assets and lease liability of the Company is 0.

4.3 Description of the first implementation of the new financial instrument guidelines, the new leasing criteria, retrospective adjustment of the previous comparison data

✓Applicable ☐Not applicable

Since 1 January 2018, the Group has implemented the new financial instruments standards according to “Accounting Standards for Business Enterprises No. 22 – Recognition and Measurement of Financial Instrument”, “Accounting Standards for Business Enterprises No. 23 – Transfer of Financial Asset”, “Accounting Standards for Business Enterprises No. 24 – Hedging Accounting”, “Accounting Standards for Business Enterprises No. 37 – Presentation and Reporting of Financial Instrument” revised by the Ministry of Finance in 2017. Since 1 January 2019, the Group has implemented the “Accounting Standards for Business Enterprises No. 21 – Leases” revised by the Ministry of Finance in 2018 and basing upon the cumulative effect of the first implementation date, adjusted the amount of the related items in the financial statements at the beginning of 2019, and did not adjust the comparative figures of previous periods.

The main impact of the implementation of the new leases standard on the Group’s consolidated financial statements of 1 January 2019 is as follows:

Unit: Yuan Currency: RMB

Item	Consolidated balance sheet		
	31 December 2018	The impact of new leases standard	1 January 2019
Right-of-use asset		60,630,185	60,630,185

Lease liability		60,630,185	60,630,185
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#### 4.4 First audit report

☐ Applicable      ☒ Not applicable

By Order of the Board  
**Anhui Conch Cement Company Limited**  
Joint Company Secretary  
**Yu Shui**

Wuhu City, Anhui Province, the PRC

26 April 2019

*As at the date of this announcement, the Board comprises (i) Mr Gao Dengbang, Mr Wang Jianchao, Mr Wu Bin, and Mr Ding Feng as executive Directors; (ii) Mr Yang Mian Zhi, Mr Tai Kwok Leung and Mr Leung Tat Kwong Simon as independent non-executive Directors.*